

Gila River Telecommunications, Inc.

Before the Federal Communications Commission
CC Docket No. 96-45, WC Docket 10-90, etc.
Annual Report as Required by 47 C.F.R. 54.202, 54.209, and 54.313(a)(1) of the Commission's
Rules

- 54.313(a)(1)** Progress Report on Gila River Telecommunications, Inc.'s (GRTI) Five-Year Service Quality Improvement Plan demonstrating how high-cost universal service support was used to improve GRTI's coverage, service quality or capacity. GRTI contains only one wire center in Lone Butte, AZ.

Universal Service Support Received in 2012

LSS	\$49,842
ICLS	\$3,554,586
HCL	\$6,285,267
Total	\$9,889,695

Projected Universal Service Support for 2013

LSS	\$0
ICLS	\$2,397,879
HCL	\$6,201,338
Total	\$8,599,217

- The projected 2013 Universal Service Support amounts for 2013 are estimated pending any and all clarification from the FCC on the Further Notice of Proposed Rule Making and PRA approvals.

2012 Actual Capital Expenditures

Telco Plant in Service	2012
Cable & Wire Plant additions	\$2,481,009
Total Central Office additions	\$2,475,345
Total General Support Assets	\$127,845
Intangibles	\$114,259
Total Plant Additions	\$5,198,458

Major improvements completed in 2012 and year-to-date 2013:

Fiber Network additions	\$1,104,543	Underground Cable additions	\$97,616
Switch additions	\$890,171	Buried copper/conduit	\$1,268,767
Circuit Equipment	\$821,639	Building additions	\$76,420
Wireless Circuit Equipment	\$943,437	Other Work Equipment	\$59,100

GRTI is expanding its fiber network to be able to offer higher speed broadband capacity in more of its service area. The expansion is also allowing for backup redundancy within the network. The equipment to achieve this expansion includes fiber and circuit equipment. GRTI continues to upgrade other types of cable to ensure quality voice and data service to its customers. Additionally, GRTI upgraded its switching capabilities to be able to offer the latest technology and services to its customers.

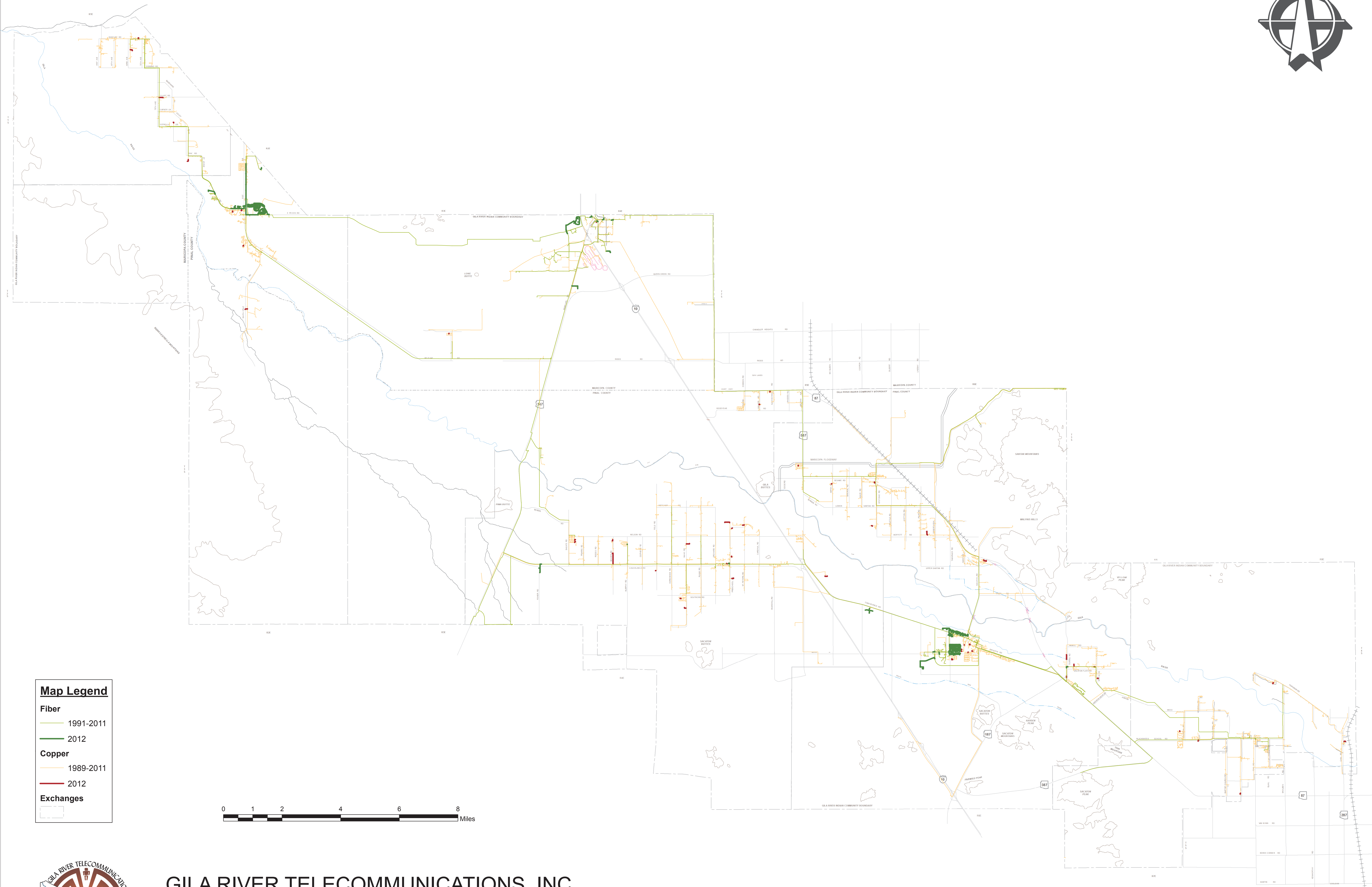
Five-Year Projected Capital Expenditures

Telco Plant in Service	2013	2014	2015	2016	2017
Total Cable & Wire Plant additions	\$2,100,000	\$2,300,000	\$2,500,000	\$2,400,000	\$2,400,000
Total Central Office additions	\$809,000	\$450,000	\$450,000	\$500,000	\$500,000
Buildings and Land	\$30,000	\$50,000	\$20,000	\$20,000	\$20,000
Other Support Assets (vehicles, office and other work equipment, office equipment)	\$268,000	\$60,000	\$30,000	\$30,000	\$30,000
Grand Total Plant Additions	\$3,207,000	\$2,860,000	\$3,000,000	\$2,950,000	\$2,950,000

Please note that this Five-Year Projected Capital Expenditures represents estimated capital expenditures over the next five years. Circumstances are likely to occur that would change this projection. The Company believes this projection fairly represents its projected capital expenditures over the next five years, and is expected to include additional broadband deployment, fiber optic facility additions, network upgrades to support IP, and other projects.

In addition, all network improvement targets set for the previous calendar year have been met.

Gila River Telecom 2012 Network Improvements



Map Legend

Fiber

- 1991-2011
- 2012

Copper

- 1989-2011
- 2012

Exchanges

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GILA RIVER TELECOMMUNICATIONS, INC

Proudly serving the Gila River Indian Community

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